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**Half Year Financial Report**  
31 December 2020

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# Corporate Directory

ACN 100 714 181

## ASX CODE

KRR

King River Resources Limited shares are listed on the Australian Stock Exchange (ASX)

## DIRECTORS

Anthony Barton                      Chairman

Greg MacMillan                      Director

Leonid Charuckyj                      Director

## COMPANY SECRETARY

Greg MacMillan  
Kathrin Gerstmayr

## REGISTERED OFFICE

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Perth WA 6000  
Tel: (08) 9221 8055  
Fax: (08) 9325 8088  
Email: [info@kingriverresources.com.au](mailto:info@kingriverresources.com.au)

## BANKERS

ANZ Banking Corporation  
77 St George's Terrace  
Perth WA 6000

## SHARE REGISTER

Automic Group  
Level 2, 267 St Georges Terrace  
Perth WA 6000

## AUDITORS

Ernst & Young  
11 Mounts Bay Road  
Perth WA 6000

## INTERNET ADDRESS

[www.kingriverresources.com.au](http://www.kingriverresources.com.au)

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# Directors' Report

The directors submit their report for King River Resources Limited ("King River" or "the Company") and its controlled entities ("the Group" or "the Consolidated entity") for the half year ended 31 December 2020.

## DIRECTORS

The names and details of the Company's directors in office during the half year and until the date of this report are as follows: The directors were in office for the entire period unless otherwise stated.

### **Anthony Barton**

#### **Chairman**

**Appointed 21<sup>st</sup> May 2007**

Mr Barton has been involved in founding and growing a number of successful listed public companies. He has extensive experience in capital markets, corporate finance, funds management and venture capital and has had advisory roles in the incorporation and listing of many Australian based resource companies.

Mr Barton is the founding Executive Chairman of the boutique investment bank Australian Heritage Group. He is a graduate of the Royal Melbourne Institute of Technology with a Bachelor of Business (Accountancy) degree and has 40 years of commercial experience having also acted in senior executive and director capacities for two leading Australian stockbroking firms

### **Leonid Charuckyj**

#### **Director**

**Appointed 13<sup>th</sup> December 2011**

Mr. Charuckyj (B.E. and M.Eng-Sc. Melbourne University) has had extensive experience over a broad range of technical, engineering, management and corporate roles including senior positions in government, public and private industry both in Australia and overseas. Focus has been on the environmental, pollution control and waste management industries and on the energy and mining industries amongst others.

This has included such diverse roles as representing Australia as an expert engineering advisor in the Middle East, developing and commercialising new technologies (both in the public company arena and for major international groups), and managing all aspects of an industrial minerals development from mine and processing to product development and marketing. Mr Charuckyj was a non-executive director of ASX listed Spectrum Resources Limited from 22 December 2011 to 9 March 2018.

### **Gregory MacMillan**

**Director - Appointed 2<sup>nd</sup> July 2014**

**Company Secretary - Appointed 9<sup>th</sup> August 2012**

Mr MacMillan has wide ranging corporate, financial, capital markets and commercial experience over the last 30 years. Mr MacMillan has held the positions of director, company secretary, chief financial officer, and corporate finance executive in numerous companies across the finance, mining and commercial sectors. Mr MacMillan holds a Bachelor of Business degree, is a Certified Practising Accountant and a Chartered Company Secretary.

## COMPANY SECRETARY

### **Kathrin Gerstmayr**

**Joint Company Secretary - Appointed 4<sup>th</sup> April 2019**

Ms. Gerstmayr commenced her career working for a chartered accounting and business advisory firm, before moving into finance roles in a variety of industries. She holds a Bachelor of Commerce degree (Professional Accounting and Marketing Management) and a Graduate Diploma in Applied Corporate Governance. Kathrin is a member of CPA Australia and the Governance Institute of Australia.

## CORPORATE STRUCTURE

King River is a company limited by shares that is incorporated and domiciled in Australia. King River Resources Limited has the fully owned subsidiaries Speewah Mining Pty Ltd, Treasure Creek Pty Ltd, Kimberley Gold Pty Ltd and Whitewater Minerals Pty Ltd. The Group has prepared a consolidated financial report incorporating the entities that it controlled during the financial half year, being 100% owned subsidiaries.

## NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

King River has established a portfolio of 100% owned tenements covering approximately 3,044 square kilometres, and has applications pending for 245 square kilometres, in the East Kimberley region in Western Australia. The principal activities of the entities within the Group during the year were focusing on exploration and development of the tenements in the East Kimberley region of Western Australia. King River has also established a portfolio of 100% owned tenements covering approximately 7,705 square kilometres, in the Tenant Creek region of the Northern Territory.

# Directors' Report

## REVIEW & RESULTS OF CONSOLIDATED OPERATIONS

The consolidated entity recorded an operating loss after income tax of \$355,568 for the half year ended 31 December 2020 (2019: \$850,931 loss). There was no dividend declared or paid during the half year.

## SIGNIFICANT CHANGES IN THE STATE OF AFFAIRS

### Contributed Equity

During the half year the following significant changes were made to the Company's contributed equity:

On 19 August 2020 the Company completed a Security Purchase Plan ("SPP") and raised \$7,861,240 from the issue of 238,219,725 shares and 119,110,007 options. The issue price for each share under this SPP was \$0.033 plus 1 free attaching option for every 2 shares issued. Each option has an exercise price of \$0.06 and expiry date of 31 July 2022.

On 27 July 2020 the Company completed a Placement from professional and sophisticated investors and raised \$2,000,000 from the issue of 66,666,669 shares and 33,333,335 options. The issue price for each share under the Placement was \$0.03 plus 1 free attaching option for every 2 shares issued. The options have an exercise price of \$0.06 and an expiry of 31 July 2022.

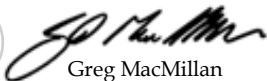
## SIGNIFICANT EVENTS AFTER THE BALANCE DATE

There were no significant events following the balance date that affected the Company's equity or state of affairs.

## AUDITOR INDEPENDENCE

Section 307C of the Corporation Act 2001 requires our auditors, Ernst & Young, to provide the directors of the Company with an Independence Declaration in relation to the review of the consolidated financial report. This Independence Declaration is disclosed on page 6 of this report and forms part of this directors' report for the half year ended 31 December 2020.

Signed in accordance with a resolution of the directors



Greg MacMillan  
Director

4 March 2021



**Building a better  
working world**

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## **Auditor's independence declaration to the directors of King River Resources Limited**

As lead auditor for the review of the half-year financial report of King River Resources Limited for the half-year ended 31 December 2020, I declare to the best of my knowledge and belief, there have been:

- a. no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the review; and
- b. no contraventions of any applicable code of professional conduct in relation to the review.

This declaration is in respect of King River Resources Limited and the entities it controlled during the financial period.

Ernst & Young

Timothy Dachs  
Partner

4 March 2021

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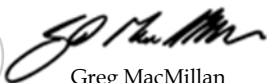
# Directors' Declaration

In accordance with a resolution of the directors of King River Resources Limited, I state:

In the opinion of the directors:

- (a) the consolidated financial statements and notes of the Group are in accordance with the Corporations Act 2001 including:
  - (i) giving a true and fair view of the Group's consolidated financial position as at 31 December 2020 and of its performance for the half year then ended; and
  - (ii) complying with Accounting Standard AASB 134 "Interim Financial Reporting" and Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

The declaration is signed in accordance with a resolution of the Board of Directors.



Greg MacMillan  
Director

4 March 2021

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# Statement of Comprehensive Income

## FOR THE HALF YEAR ENDED 31 DECEMBER 2020

	Notes	Consolidated	
		For the half year ended 31 Dec 2020	For the half year ended 31 Dec 2019
		\$	\$
Interest income	3(a)	2,719	1,497
Other income	3(b)	49,731	-
Directors' and Employee benefit expenses		(65,700)	(65,700)
Compliance costs	3(c)	(103,303)	(77,929)
Depreciation expense		(36,798)	(35,934)
Finance costs		(639)	(695)
Insurance expense		(21,916)	(23,533)
Other administration expenses	3(d)	(179,767)	(172,263)
Share-based payments	4	-	(136,275)
Write-off of capitalised exploration expense		105	(340,099)
<b>Loss before income tax expense</b>		<b>(355,568)</b>	<b>(850,931)</b>
Income tax expense		-	-
<b>Net loss after income tax benefit for the period</b>		<b>(355,568)</b>	<b>(850,931)</b>
Other Comprehensive Income		-	-
<b>Total Comprehensive Loss for the period</b>		<b>(355,568)</b>	<b>(850,931)</b>
<b>Total Comprehensive Loss for the period is attributable to:</b>			
Owners of King River Resources Limited		(355,568)	(850,931)
		<b>(355,568)</b>	<b>(850,931)</b>
<b>Loss per share</b>			
Loss per share (cents)	10	(0.02)	(0.07)
Diluted loss per share (cents)		(0.02)	(0.07)

The accompanying notes form part of these consolidated financial statements.



# Statement of Financial Position

## AS AT 31 DECEMBER 2020

	Notes	Consolidated	
		31 December 2020 \$	30 June 2020 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents		7,344,603	578,179
Trade and other receivables	9	135,146	49,389
Other current assets		61,244	8,303
<b>Total Current Assets</b>		<b>7,540,993</b>	<b>635,871</b>
<b>Non-Current Assets</b>			
Deferred exploration expenditure	8	19,454,456	17,720,539
Plant & Equipment		71,036	39,587
Right of use asset		80,616	107,445
<b>Total Non-Current Assets</b>		<b>19,606,108</b>	<b>17,867,571</b>
<b>Total Assets</b>		<b>27,147,101</b>	<b>18,503,442</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and other payables	9	150,723	296,657
Loan and borrowings		-	500,000
Lease liability		54,188	55,597
<b>Total Current Liabilities</b>		<b>204,911</b>	<b>852,254</b>
<b>Non-Current Liabilities</b>			
Lease liability		27,957	55,260
<b>Total Non-Current Liabilities</b>		<b>27,957</b>	<b>55,260</b>
<b>Total Liabilities</b>		<b>232,868</b>	<b>907,514</b>
<b>Net Assets</b>		<b>26,914,233</b>	<b>17,595,928</b>
<b>Equity</b>			
Issued capital	6	49,408,242	39,734,369
Reserves		1,884,120	1,884,120
Accumulated losses		(24,378,129)	(24,022,561)
<b>Total Equity</b>		<b>26,914,233</b>	<b>17,595,928</b>

The accompanying notes form part of these consolidated financial statements.

# Statement of Cash Flows

FOR THE HALF YEAR ENDED 31 DECEMBER 2020

	Consolidated	
	For the half year ended 31 Dec 2020	For the half year ended 31 Dec 2019
	\$	\$
<b>Cash Flows from Operating Activities</b>		
Gross interest received	2,719	1,497
Research & Development tax incentive received	-	115,258
Payments to suppliers and employees	(479,196)	(400,012)
Interest and other finance costs paid	(639)	(695)
Net cash used in operating activities	<b>(477,116)</b>	<b>(283,952)</b>
<b>Cash Flows from Investing Activities</b>		
Payment for exploration and evaluation	(1,853,956)	(1,867,864)
Payment of property, plant & equipment	(44,794)	(1,909)
Net cash used in investing activities	<b>(1,898,750)</b>	<b>(1,869,773)</b>
<b>Cash Flows from Financing Activities</b>		
Proceeds from issue of shares	9,861,240	-
Payment of share issue costs	(187,368)	-
Payment of borrowings	(500,000)	-
Payment of leases	(31,582)	(19,487)
Net cash from financing activities	<b>9,142,290</b>	<b>(19,487)</b>
Net decrease in cash and cash equivalents	<b>6,766,424</b>	<b>(2,173,212)</b>
Cash and cash equivalents at beginning of half year	<b>578,179</b>	<b>2,966,940</b>
<b>Cash and Cash Equivalents at end of half year</b>	<b>7,344,603</b>	<b>793,728</b>

The accompanying notes form part of these consolidated financial statements.

# Statement of Changes in Equity

## FOR THE HALF YEAR ENDED 31 DECEMBER 2020

	Issued Capital	Equity Benefits Reserve	Accumulated Losses	Total Equity
Consolidated for the half years ended 31 Dec 18 & 19	\$	\$	\$	\$
<b>Balance at 1 July 2019</b>	39,734,369	1,696,062	(22,907,025)	18,523,406
Loss for the period	-	-	(850,931)	(850,931)
<b>Total comprehensive loss for the period</b>	-	-	(850,931)	(850,931)
<b>Transactions with owners in their capacity as owners:</b>				
Issue of Shares - 14 August 2019	-	122,749	-	122,749
Options Granted - 14 August 2019	-	13,526	-	13,526
<b>Balance at 31 December 2019</b>	39,734,369	1,832,337	(23,757,956)	17,808,750
<b>Balance at 1 July 2020</b>	39,734,369	1,884,120	(24,022,561)	17,595,928
Loss for the period	-	-	(355,568)	(355,568)
<b>Total comprehensive loss for the period</b>	-	-	(355,568)	(355,568)
<b>Transactions with owners in their capacity as owners:</b>				
Issue of Shares - 27 July 2020 - Placement	2,000,000	-	-	2,000,000
Issue of Shares - 19 August 2020 - SPP	7,861,240	-	-	7,861,240
Capital Raising Fee net tax	(187,367)	-	-	(187,367)
<b>Balance at 31 December 2020</b>	49,408,242	1,884,120	(24,378,129)	26,914,233

The accompanying notes form part of these consolidated financial statements.

# Notes to the Half Year Consolidated Financial Statements

## 1. CORPORATE INFORMATION

King River Resources Limited ("King River" or "the Company") is a company limited by shares incorporated and domiciled in Australia, whose shares are publicly traded on the Australian Securities Exchange. These consolidated financial statements are presented in Australian dollars. The condensed financial report was authorised for issue by the directors on 4 March 2021 in accordance with a resolution of the directors. The nature of the operations and principal activities of the Group are described in the Directors' Report.

## 2. BASIS OF PREPARATION AND CHANGES IN ACCOUNTING POLICIES

### (a) Basis of Preparation

This general purpose condensed financial report for the half-year ended 31 December 2020 has been prepared in accordance with AASB 134 *Interim Financial Reporting* and the *Corporations Act 2001*.

The half year financial report does not include all notes of the type normally included within the annual financial report and therefore cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the consolidated entity as the full financial report.

The half year financial report should be read in conjunction with the most recent annual financial report for the year ended 30 June 2020.

It is also recommended that the half year financial report be considered together with any public announcements made by King River and its controlled entities during the half year ended 31 December 2020 in accordance with the continuous disclosure obligations arising under the ASX Listing Rules.

The accounting policies and methods of computation are the same as those adopted in the Annual Financial Report for 2020 except for the effects of the new standards as mentioned in Note 2 (c).

### (b) Going Concern Basis of Preparation

The Group incurred a net loss after income tax of \$355,568 for the half year ended 31 December 2020 (June 2020: \$1,115,536) and a net cash inflow of \$6,766,424 (June 2020: \$2,388,761 outflow). As at 31 December 2020 the Group had cash and cash equivalents of \$7,344,603 (June 2020: \$578,179) and a net current asset surplus of \$7,336,082 (June 2020: \$216,383 deficit).

The directors are satisfied that at the date of signing of the financial report, there are reasonable grounds to believe that the Group will be able to continue to pay its debts as and when they fall due and that it is appropriate for the financial statements to be prepared on a going concern basis.

### (c) Significant accounting policies

*New and amended Accounting Standards and Interpretations adopted*

From 1 July 2020, the Company has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board that are mandatory for the current reporting period. Adoption of these standards and interpretations did not have any effect on the financial position or performance of the Group.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

# Notes to the Half Year Consolidated Financial Statements

	Consolidated	
	For the half year ended 31 Dec 2020 \$	For the half year ended 31 Dec 2019 \$
<b>3. INCOME AND EXPENSES</b>		
<b>(a) Interest income</b>		
Interest income	2,719	1,497
	2,719	1,497
<b>(b) Other income</b>		
Exploration incentive grant	41,411	-
Fuel tax credits	8,320	-
	49,731	-
<b>(c) Compliance costs</b>		
Accounting/Audit fees	(20,247)	(28,465)
ASX/ASIC fees	(45,973)	(27,089)
Share registry fees	(24,033)	(12,825)
Legal fees	(13,050)	(9,550)
	(103,303)	(77,929)
<b>(d) Other administration expenses</b>		
Administration & bookkeeping fees	(41,752)	(36,451)
Travel & accommodation	-	(16,700)
Investor relations	(60,303)	(57,601)
Office expenses	(68,754)	(55,162)
Other expenses	(8,958)	(6,349)
	(179,767)	(172,263)

## 4. SHARE BASED PAYMENTS

### (a) Recognised share-based payment expenses

On 14 August 2019 the Company issued 10,000,000 shares to the Chief Geologist at the market price of 3.2 cents per share. The shares will be subject to trading restrictions and 5,000,000 of the shares will be escrowed until the completion of the prefeasibility study and 5,000,000 of the shares will be escrowed until the completion of a bankable feasibility study. The shares have been funded by a limited recourse loan from the Company with a 4-year term and zero interest rate, the loan is repayable at the end of the term or from the proceeds of any shares sold after escrow release. In the event that any shares sold are less than 3.2 cents the Company will only recoup the value of the shares sold at the respective price in repayment of the loan, or part thereof.

The fair value of the Options was estimated as at the date of grant using the Black and Scholes model taking into account the terms and conditions upon which the options were granted. The fair value of the options were fully expensed prior to the commencement of the half year ended 31 December 2020 and hence there were no share-based payment expenses recorded in the current period

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# Notes to the Half Year Consolidated Financial Statements

## 5. SEGMENT INFORMATION

The Consolidated Entity operates in one geographical area being Australia and one industry, being exploration for the period to 31 December 2020. The Chief Operating Decision Makers are the Board of Directors and management of the Group. There is only one operating segment identified being exploration activities in Australia based on internal reports reviewed by the Chief Operating Decision Makers in assessing performance and allocation of resources. The accounting policies applied for internal reporting purposes are consistent with those applied in the preparation of the financial statements.

## 6. ISSUED CAPITAL

### a) Issue and Paid Up

	Consolidated	
	31 December 2020	30 June 2020
	\$	\$
Issued and Fully Paid	49,408,242	39,734,369
Total	49,408,242	39,734,369

	31 December 2020		31 December 2019	
	Number of Shares	Amount Paid \$	Number of Shares	Amount Paid \$
<b>b) Movement in shares on issue</b>				
At 1 July	1,248,638,553	39,734,369	1,238,638,553	39,734,369
Issued during the period	304,886,394	9,861,240	10,000,000 <sup>1</sup>	-
Cost of issue	-	(187,367)	-	-
At 31 December	1,553,524,947	49,408,242	1,248,638,553	39,734,369

<sup>1</sup> On 14 August 2019 the Company issued 10,000,000 shares to the Chief Geologist at the market price of 3.2 cents per share. The shares will be subject to trading restrictions and 5,000,000 of the shares will be escrowed until the completion of the prefeasibility study and 5,000,000 of the shares will be escrowed until the completion of a bankable feasibility study. The shares have been funded by a limited recourse loan from the Company with a 4-year term and zero interest rate. Please refer to Note 4 Recognised Share-Based Payment Expenses. The Share Based Payment amount is recognised in the Reserves and not Issued Capital.

	31 December 2020			
	Listed Options		Unlisted Options	
	Number of Options	Weighted Average Exercise Price \$	Number of Options	Weighted Average Exercise Price \$
<b>c) Movement in share options on issue</b>				
At 1 July	412,867,511	12 cents	7,000,000	6 cents
Listed Options expired 31 July 2020	(412,867,511)	12 cents		
Listed Options granted	152,443,342	6 cents	-	-
At 31 December	152,443,342	6 cents	7,000,000	6 cents

On 19 August 2020 the Company completed a Security Purchase Plan ("SPP") and raised \$7,861,240 from the issue of 238,219,725 shares and 119,110,007 bonus options. The issue price for each share under this SPP was \$0.033 plus 1 free attaching option for every 2 shares issued. Each option has an exercise price of \$0.06 and expiry date of 31 July 2022.

On 27 July 2020 the Company completed a Placement from professional and sophisticated investors and raised \$2,000,000 from the issue of 66,666,669 shares and 33,333,335 bonus options. The issue price for each share under the Placement was \$0.03 plus 1 free attaching option for every 2 shares issued. The options have an exercise price of \$0.06 and an expiry of 31 July 2022.

# Notes to the Half Year Consolidated Financial Statements

## 7. COMMITMENTS & CONTINGENCIES

	Consolidated	
	31 December 2020	30 June 2020
	\$	\$
<i>(a) Exploration Expenditure Commitment</i>		
In order to maintain the Group's interest in mining tenements, the Group is committed to meet the minimum expenditure conditions under which the tenements were granted.		
<b>Within 1 year</b>	<b>1,798,800</b>	<b>1,938,800</b>

	Consolidated	
	For the half year ended 31 Dec 2020	For the full year ended 30 June 2019
	\$	\$
<b>8. DEFERRED EXPLORATION EXPENDITURE</b>		
Costs carried forward in respect of:		
<b>Explorations and Evaluations Phase – At Cost</b>		
Balance at beginning of the half year	17,720,539	15,429,679
Expenditure incurred	1,733,917 <sup>1</sup>	2,826,590
Capitalised tenement cost written off	-	(535,730)
<b>Total Exploration Expenditure</b>	<b>19,454,456</b>	<b>17,720,539</b>

The recoupment of costs carried forward in relation to areas of interest in the exploration and evaluation phases are dependent on the successful development and commercial exploitation or sale of the respective areas.

<sup>1</sup>\$105 refund of shire rates which was expensed at 30 June 2020.

## 9. FINANCIAL ASSETS AND FINANCIAL LIABILITIES

	31 December 2020	
	Carrying Value	Fair Value
	\$	\$
Trade and other receivables	135,146	135,146
Trade and other payables	150,723	150,723

# Notes to the Half Year Consolidated Financial Statements

	Consolidated	
	For the half year ended 31 Dec 2020 \$	For the full year ended 30 June 20 \$
<b>10. LOSS PER SHARE</b>		
Loss used in calculation of basic and diluted earnings per share	(355,568)	(1,115,536)
	<b>Number</b>	<b>Number</b>
Weighted average number of ordinary shares for the purposes of basic earnings per share	1,480,267,570	1,247,826,282
Weighted average number of ordinary shares adjusted for effect of dilution	1,480,267,570	1,247,826,282

As at 31 December 2020 the Company has 152,443,342 listed bonus options (June 2020: 412,867,511) on issue. As at 31 December 2020 the Company has 7,000,000 unlisted options (June 2020: 7,000,000) on issue. These options are not considered to be dilutive as the conversion of the options to ordinary shares will decrease loss per share.

There have been no transactions involving ordinary shares or potential ordinary shares subsequent to the balance date that would significantly change the number of ordinary shares or potential ordinary shares outstanding for the reporting period.

## 11. EVENTS AFTER THE BALANCE SHEET DATE

There were no significant events following the balance date that affected the Company's equity or state of affairs.

## 12. RELATED PARTY TRANSACTIONS

Australian Heritage Group Pty Ltd ("AHG"), a company of which Mr Anthony Barton, a Director and Mr Greg MacMillan, a Director and the Company Secretary, have entered into an occupancy and administration agreement with King River Resources in respect of providing occupancy and administration services commencing March 2009. The total value of the occupancy and administration services provided by AHG during the period was \$2,709 (2019: \$2,455). As at 31 December 2020, there is \$520 (2019: \$450) outstanding to pay AHG. All services provided by companies associated with directors were provided on commercial terms.

Harvey Springs Estate Pty Ltd, a company controlled by Mr Anthony Barton, had entered into a loan facility agreement in the amount of \$500,000 with King River to fund ongoing development and working capital. The loan facility is non-interest bearing and unsecured with the maturity date being 30 June 2021. The loan facility was drawn down in full before 30 June 2020 to fund prefeasibility expenditure and working capital. The loan was repaid in full on 18 August 2020.

All equity transactions with key management personnel have been entered into at arm's length.

Mr Anthony Barton and his associate entities acquired 4,545,455 ordinary shares and 2,272,730 options at \$0.033 per share and nil per option pursuant to the Share Purchase Plan acceptance.

Mr Leonid Charuckyj and his associate entities acquired 1,800,000 ordinary shares and 900,000 options at \$0.033 per share and nil per option pursuant to the Share Purchase Plan acceptance.

Mr Greg MacMillan and his associate entities acquired 1,818,182 ordinary shares and 909,092 options at \$0.033 per share and nil per option pursuant to the Share Purchase Plan acceptance.





**Building a better  
working world**

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## **Independent auditor's review report to the members of King River Resources Limited**

### **Report on the half-year financial report**

#### **Conclusion**

We have reviewed the accompanying half-year financial report of King River Resources Limited (the Company) and its subsidiaries (collectively the Group), which comprises the consolidated statement of financial position as at 31 December 2020, the consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the half-year ended on that date, notes comprising a summary of significant accounting policies and other explanatory information, and the directors' declaration.

Based on our review, which is not an audit, nothing has come to our attention that causes us to believe that the half-year financial report of the Group is not in accordance with the *Corporations Act 2001*, including:

- a. giving a true and fair view of the consolidated financial position of the Group as at 31 December 2020 and of its consolidated financial performance for the half-year ended on that date; and
- b. complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*.

#### **Directors' responsibility for the half-year financial report**

The directors of the Company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal control as the directors determine is necessary to enable the preparation of the half-year financial report that is free from material misstatement, whether due to fraud or error.

#### **Auditor's responsibility**

Our responsibility is to express a conclusion on the half-year financial report based on our review. We conducted our review in accordance with Auditing Standard on Review Engagements ASRE 2410 *Review of a Financial Report Performed by the Independent Auditor of the Entity*, in order to state whether, on the basis of the procedures described, anything has come to our attention that causes us to believe that the half-year financial report is not in accordance with the *Corporations Act 2001* including: giving a true and fair view of the Group's consolidated financial position as at 31 December 2020 and its consolidated financial performance for the half-year ended on that date; and complying with Accounting Standard AASB 134 *Interim Financial Reporting* and the *Corporations Regulations 2001*. As the auditor of the Group, ASRE 2410 requires that we comply with the ethical requirements relevant to the audit of the annual financial report.

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A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Independence**

In conducting our review, we have complied with the independence requirements of the Corporations Act 2001.

*Ernst & Young*

Ernst & Young

A handwritten signature in black ink, appearing to read 'Timothy Dachs', with a horizontal line underneath.

Timothy Dachs  
Partner  
Perth

4 March 2021

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